

24 January 2008

The Company Announcements Office  
ASX Limited

**Via E Lodgement**

## **CAPE LAMBERT TO EXPAND COASTAL TENEMENT HOLDING TO OVER 400 SQUARE KILOMETRES**

### **HIGHLIGHTS**

- Cape Lambert is progressing the grant of a new tenement, E47/1493, which is immediately south of, and contiguous with, its namesake iron ore project.
- On the grant of E47/1493, the Company's coastal landholding will increase to more than 400km<sup>2</sup>.
- A 3km long, untested magnetic anomaly is located on the eastern margin of E47/1493. This anomaly is thought to represent the southern strike extension of the Cape Lambert resource, which lies within the highly prospective Cleaverville geological formation.
- Drill testing of the magnetic anomaly will commence on the grant of E47/1493, which is expected to be completed late in the June 2008 quarter.

### **BACKGROUND**

Iron ore exploration and development company, Cape Lambert Iron Ore Limited (the "Company" or "Cape Lambert") (ASX: **CFE**, AIM: **CLIO**) is pleased to announce it has initiated the grant of a new tenement, E47/1493. This tenement is immediately south of, and contiguous with, its 100% owned Cape Lambert iron ore project (the "Project"), located in the Pilbara region, Western Australia (refer Figure 1).

The Company has held an exploration license application over this area since 2005, but the area was part of a granted title held by others that was recently extinguished. The extinguishment of the granted title has allowed Cape Lambert to initiate the grant of tenement E47/1493. The tenement has an area of approximately 35km<sup>2</sup>.

Tenement E47/1493 is strategically important as it increases the Company's contiguous, coastal landholding to 408km<sup>2</sup> (refer Figure 1).

Further, a 3km long untested, magnetic anomaly is located on the eastern margin of E47/1493 (refer Figure 2). This anomaly is thought to represent the southern strike extension of the Cape Lambert resource, which lies within the highly prospective Cleaverville geological formation.

The tenement is expected to be granted late in the June 2008 quarter and drill testing of the magnetic anomaly will follow.

Cape Lambert Executive Chairman Ian Burston commented "That the Company was unique in controlling a major iron ore resource on a strategic and significant coastal landholding that will be in excess of 400km<sup>2</sup> when E47/1493 is granted". He added "E47/1493 contains a significant magnetic anomaly that has the potential to add substantial tonnage to the Cape Lambert resource."

Yours faithfully  
Cape Lambert Iron Ore Limited

Ian Burston  
**Executive Chairman**

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*The exploration information in this report is based on information compiled by Mr. Bruce Hunter, Regional Exploration Manager, who is a Member of The Australian Institute of Geoscientists. Mr. Hunter has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Mr. Hunter consents to the inclusion in this report of the matters based on his information in the form and the context in which it appears.*

10km

NICKOL  
BAY

Karratha

GAS

NORTH  
WEST

PIPELINE

COASTAL

Roebourne

HIGHWAY

Airstrip

Point Samson

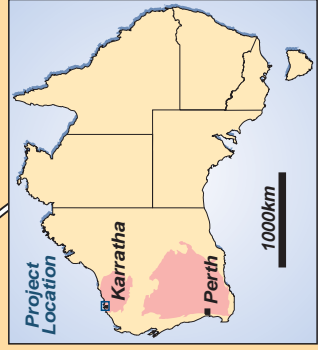
CAPE LAMBERT

Wickham

Robe  
River  
Railway

GRANTED TENEMENTS  
(373sq km)

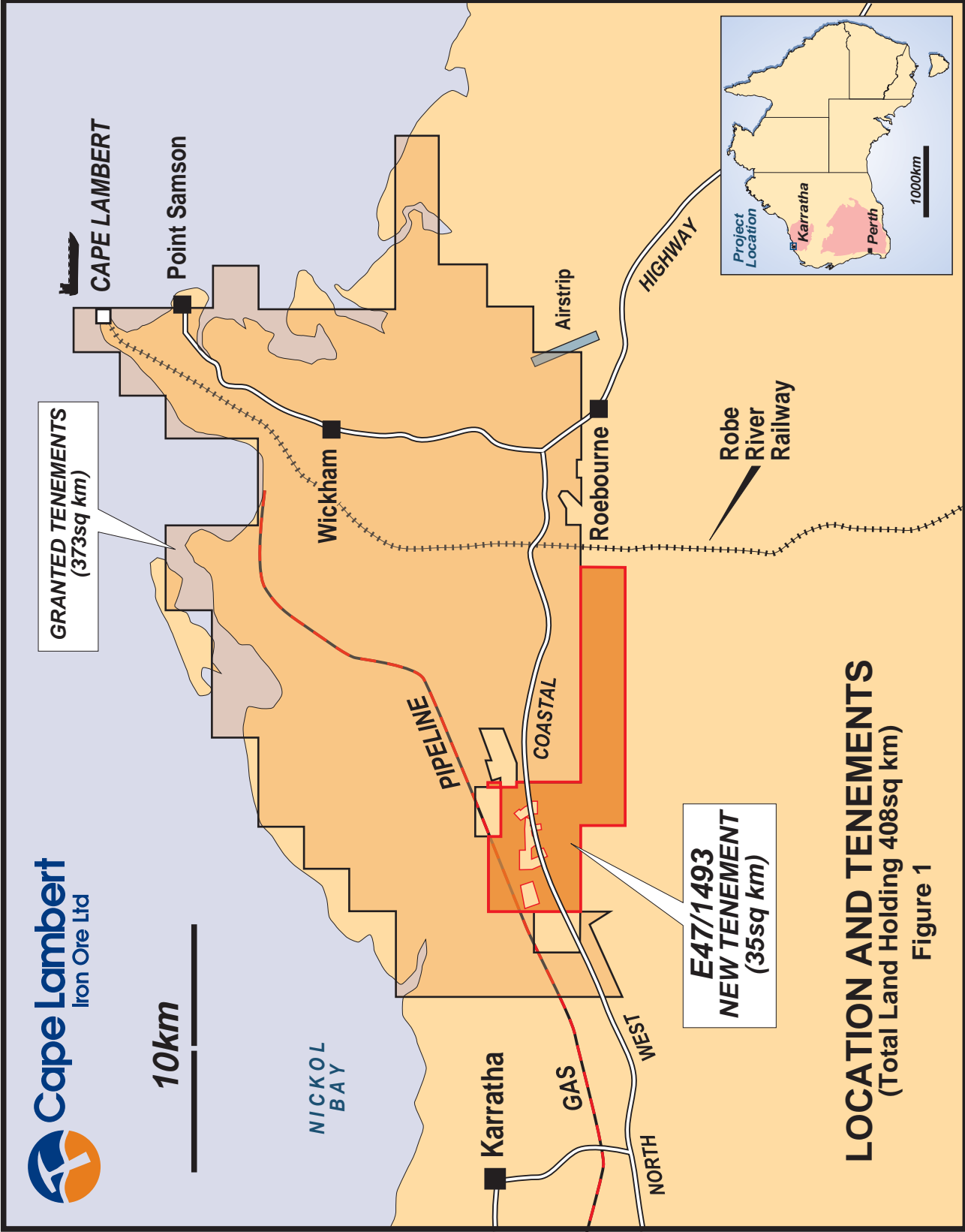
E47/1493  
NEW TENEMENT  
(35sq km)



# LOCATION AND TENEMENTS

(Total Land Holding 408sq km)

Figure 1



## TENEMENTS AND TMI IMAGE

Figure 2

